Summary of STREAM Act Senators Feinstein, Kelly and Sinema -- June 2023

- Expedites non-federal storage projects with less than \$250 million in federal funding, water recycling, and desalination projects by allowing Interior to approve the projects.
 - o This provision is needed following the *Water Infrastructure Improvements for the Nation Act's* expiration in December 2021. Absent this provision, Congress must individually authorize all water recycling, desalination and storage projects, with the exception of projects that receive construction funding under the bipartisan infrastructure legislation.
 - Allowing projects to proceed with Interior's approval avoids frequent and lengthy delays in the Congressional approval process.
- Authorizes \$750 million in funding for surface and groundwater storage and conveyance projects (including natural water retention and release projects).
- Authorizes \$300 million for water recycling projects, \$150 million for desalination projects, \$100 million for projects to provide drinking water for disadvantaged communities, and \$250 million for environmental restoration projects.
- Requires Congressional approval of future federal storage projects and non-federal storage projects with over \$250 million in federal funding. Congressional approval is appropriate for federal and the most expensive projects.
- Shortens timeline for Congressional approval of Federal storage projects through a "Reclamation WRDA" process where Reclamation notifies Congress of completed feasibility studies each year to set up an orderly process to authorize projects.
- Grandfathers storage projects that receive construction funding from the \$1.15 billion provided for storage in the bipartisan infrastructure law so they can receive storage funds authorized under this bill and they do not need further authorization to complete construction.
- Federal non-reimbursable grants are available for non-Federal storage projects funded by the bill only if they have public benefits that are provided either directly as part of the project or through federal spending on environmental benefits in the same watershed approved as part of a watershed plan adopted together with the project.
 - o If a project does have public benefits, it can receive non-reimbursable grants for water supply benefits on a dollar-for-dollar basis for each dollar of public benefits the project provides, up to the 25% maximum federal cost-share (e.g. a project can receive \$5 million in non-reimbursable funding for water supply if it has \$5 million or more of public benefits). This incentivizes multi-benefit projects with water supply and environmental benefits.
 - Non-federal storage projects with water supply benefits only are eligible for reimbursable funding.
- During droughts, Interior can implement emergency drought relief projects through building permanent facilities, if those facilities are supported by the State where the projects are located and require a federal investment of less than \$30 million.
 - o Current law allows funding only for temporary facilities, excepting groundwater wells.
 - o Given the increased frequency of droughts, it is more efficient to install permanent facilities rather than frequently installing and removing temporary facilities.